November 24, 1976

Mr. Cliff Phillips 1295 Owen Drive St. George, Utah 84770

> Re: Higgins Mine Beaver County, Utah INA/001/001

Dear Mr. Phillips:

Enclosed is a copy of excerpted Rule M-3(4) regarding the plugging of drill holes. As you indicated during your call to this office Nov. 16th, you plan to only conduct a drilling program on, and around, the old Higgins Mine within the near future. We ask that you submit a letter as described in this Rule outlining your drilling program and the plugging associated therewith.

Thank you for your cooperation in this matter.

Very truly yours,

DIVISION OF OIL, GAS, AND MINING

RONALD W. DANIELS COORDINATOR OF MINED LAND DEVELOPMENT

RWD/1c

Enclosed: Excerpted Rule M-3(4)